

Public Employee Retirement System

DIVISION SUMMARY:	FY 2004 Total Appr	FY 2004 Actual	FY 2005 Total Appr	FY 2006 Request	FY 2006 Gov Rec	FY 2006 Approp
BY PROGRAM						
Administration	5,417,000	4,866,100	8,362,100	5,752,800	5,709,100	5,683,500
Portfolio Investment	636,400	521,000	649,700	671,500	667,900	664,100
Total:	6,053,400	5,387,100	9,011,800	6,424,300	6,377,000	6,347,600
BY FUND SOURCE						
Dedicated	6,053,400	5,387,100	9,011,800	6,424,300	6,377,000	6,347,600
Percent Change:		(11.0%)	67.3%	(28.7%)	(29.2%)	(29.6%)
BY EXPENDITURE CLASSIFICATION						
Personnel Costs	3,214,200	3,113,200	3,365,900	3,570,600	3,558,100	3,529,300
Operating Expenditures	2,724,100	2,162,100	5,456,700	2,743,000	2,708,200	2,707,600
Capital Outlay	115,100	111,800	189,200	110,700	110,700	110,700
Total:	6,053,400	5,387,100	9,011,800	6,424,300	6,377,000	6,347,600
Full-Time Positions (FTP)	63.00	63.00	63.00	63.00	63.00	63.00

In accordance with Idaho Code §67-3519, this division is authorized no more than 63.00 full-time equivalent positions at any point during the period July 1, 2005 through June 30, 2006 for the programs specified.

	FTP	Gen	Ded	Fed	Total
FY 2005 Original Appropriation	63.00	0	8,984,500	0	8,984,500
HB 805 One-time 1% Salary Increase	0.00	0	27,300	0	27,300
FY 2005 Total Appropriation	63.00	0	9,011,800	0	9,011,800
Budgeted Reversion	0.00	0	(11,400)	0	(11,400)
FY 2005 Estimated Expenditures	63.00	0	9,000,400	0	9,000,400
Removal of One-Time Expenditures	0.00	0	(2,995,000)	0	(2,995,000)
Base Adjustments	0.00	0	9,600	0	9,600
FY 2006 Base	63.00	0	6,015,000	0	6,015,000
Benefit Costs	0.00	0	42,700	0	42,700
Inflationary Adjustments	0.00	0	0	0	0
Replacement Items	0.00	0	151,900	0	151,900
Nonstandard Adjustments	0.00	0	(10,000)	0	(10,000)
Change in Employee Compensation	0.00	0	0	0	0
27th Payroll	0.00	0	112,700	0	112,700
FY 2006 Program Maintenance	63.00	0	6,312,300	0	6,312,300
Enhancements	0.00	0	35,300	0	35,300
FY 2006 Total	63.00	0	6,347,600	0	6,347,600
Chg from FY 2005 Orig Approp.	0.00	0	(2,636,900)	0	(2,636,900)
% Chg from FY 2005 Orig Approp.	0.0%		(29.3%)		(29.3%)

I. Public Employee Retirement System: Retirement Administration

STARS Number & Budget Unit: 183 GVFA

Bill Number & Chapter: H294 (Ch.147), S1230 (Ch.325), H395 (Ch.398)

PROGRAM DESCRIPTION: The Public Employee Retirement System of Idaho (PERSI) administers a defined benefit retirement plan that is mandatory for all eligible state employees, school district employees, and for employees of political subdivisions which have elected to participate. PERSI also administers a defined contribution plan that provides a 401(k) plan to all members who are eligible. In years which investment earnings and total defined benefit plan assets sufficiently exceed one standard deviation reserve, the PERSI board may declare a portion of the excess earnings as gain sharing. [Statutory Authority: Idaho Code §59-1301 et seq.]

PROGRAM SUMMARY:	FY 2004 Total Appr	FY 2004 Actual	FY 2005 Total Appr	FY 2006 Request	FY 2006 Gov Rec	FY 2006 Approp
BY FUND SOURCE						
Dedicated	5,417,000	4,866,100	8,362,100	5,752,800	5,709,100	5,683,500
Percent Change:		(10.2%)	71.8%	(31.2%)	(31.7%)	(32.0%)
BY EXPENDITURE CLASSIFICATION						
Personnel Costs	2,797,300	2,747,100	2,934,000	3,118,200	3,106,700	3,081,700
Operating Expenditures	2,520,100	2,013,800	5,254,400	2,540,900	2,508,700	2,508,100
Capital Outlay	99,600	105,200	173,700	93,700	93,700	93,700
Total:	5,417,000	4,866,100	8,362,100	5,752,800	5,709,100	5,683,500
Full-Time Positions (FTP)	59.00	59.00	59.00	59.00	59.00	59.00

DECISION UNIT SUMMARY:	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	59.00	0	8,338,000	0	8,338,000
HB 805 One-time 1% Salary Increase	0.00	0	24,100	0	24,100
FY 2005 Total Appropriation	59.00	0	8,362,100	0	8,362,100
Budgeted Reversion	0.00	0	(11,300)	0	(11,300)
FY 2005 Estimated Expenditures	59.00	0	8,350,800	0	8,350,800
Removal of One-Time Expenditures	0.00	0	(2,976,400)	0	(2,976,400)
Base Adjustments	0.00	0	9,600	0	9,600
FY 2006 Base	59.00	0	5,384,000	0	5,384,000
Benefit Costs	0.00	0	39,300	0	39,300
Replacement Items	0.00	0	134,900	0	134,900
Nonstandard Adjustments	0.00	0	(7,200)	0	(7,200)
27th Payroll	0.00	0	97,200	0	97,200
FY 2006 Maintenance (MCO)	59.00	0	5,648,200	0	5,648,200
1. Business Process Re-engineering	0.00	0	35,300	0	35,300
FY 2006 Total Appropriation	59.00	0	5,683,500	0	5,683,500
Change From FY 2005 Original Approp.	0.00	0	(2,654,500)	0	(2,654,500)
% Change From FY 2005 Original Approp.	0.0%		(31.8%)		(31.8%)

APPROPRIATION HIGHLIGHTS: Personnel benefit costs were funded. No inflationary increases were provided. Nonstandard adjustments reflect changes in Attorney General, Controller and Treasurer fees, and risk management rates. Separate legislation funded the one-time 27th Payroll from dedicated and federal funds including the Economic Recovery Fund in place of the General Fund (S1230). A one-time 1% Change in Employee Compensation (CEC) increase was provided contingent upon a prescribed balance in the General Fund at the end of fiscal year 2005 (H395). One enhancement was included in this budget which provided \$35,000 in dedicated funds for the reclassification of 13 positions.

LEGISLATIVE INTENT: Section 3 of the bill provided carryover authority for moneys relating to the business process reengineering project.

FY 2006 APPROPRIATION:	FTP	Pers. Cost	Oper Exp	Cap Out	T/B Pymnts	Lump Sum	Total
D 0550-01 PERSI Administrative	59.00	2,984,500	2,466,900	0	0	0	5,451,400
OT D 0550-01 PERSI Administrative	0.00	97,200	41,200	93,700	0	0	232,100
Totals:	59.00	3,081,700	2,508,100	93,700	0	0	5,683,500

II. Public Employee Retirement System: Portfolio Investment

STARS Number & Budget Unit: 183 GVFB, 183 GVFC(Cont), 183 GVFD(Cont)

Bill Number & Chapter: H294 (Ch.147), S1230 (Ch.325), H395 (Ch.398)

PROGRAM DESCRIPTION: The Portfolio Investment program manages PERSI assets to realize secure long-term returns on investments while minimizing risk with a goal of providing the funds necessary to meet retirement plan obligations. Since FY 1996, the administrative costs of the Portfolio Investment Program have been appropriated annually, while the remaining investment costs operate under a continuous appropriation. [Statutory Authority: Idaho Code §59-1301 et seq.]

PROGRAM SUMMARY:	FY 2004 Total Appr	FY 2004 Actual	FY 2005 Total Appr	FY 2006 Request	FY 2006 Gov Rec	FY 2006 Approp
BY FUND SOURCE						
Dedicated	636,400	521,000	649,700	671,500	667,900	664,100
Percent Change:		(18.1%)	24.7%	3.4%	2.8%	2.2%
BY EXPENDITURE CLASSIFICATION						
Personnel Costs	416,900	366,100	431,900	452,400	451,400	447,600
Operating Expenditures	204,000	148,300	202,300	202,100	199,500	199,500
Capital Outlay	15,500	6,600	15,500	17,000	17,000	17,000
Total:	636,400	521,000	649,700	671,500	667,900	664,100
Full-Time Positions (FTP)	4.00	4.00	4.00	4.00	4.00	4.00

DECISION UNIT SUMMARY:	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	4.00	0	646,500	0	646,500
HB 805 One-time 1% Salary Increase	0.00	0	3,200	0	3,200
FY 2005 Total Appropriation	4.00	0	649,700	0	649,700
Budgeted Reversion	0.00	0	(100)	0	(100)
FY 2005 Estimated Expenditures	4.00	0	649,600	0	649,600
Removal of One-Time Expenditures	0.00	0	(18,600)	0	(18,600)
FY 2006 Base	4.00	0	631,000	0	631,000
Benefit Costs	0.00	0	3,400	0	3,400
Replacement Items	0.00	0	17,000	0	17,000
Nonstandard Adjustments	0.00	0	(2,800)	0	(2,800)
27th Payroll	0.00	0	15,500	0	15,500
FY 2006 Total Appropriation	4.00	0	664,100	0	664,100
Change From FY 2005 Original Approp.	0.00	0	17,600	0	17,600
% Change From FY 2005 Original Approp.	0.0%		2.7%		2.7%

APPROPRIATION HIGHLIGHTS: Personnel benefit costs were funded. No inflationary increases were provided. Nonstandard adjustments reflect changes in Attorney General fees. Separate legislation funded the one-time 27th Payroll from dedicated and federal funds including the Economic Recovery Fund in place of the General Fund (S1230). A one-time 1% Change in Employee Compensation (CEC) increase was provided contingent upon a prescribed balance in the General Fund at the end of fiscal year 2005 (H395).

FY 2006 APPROPRIATION:	FTP	Pers. Cost	Oper Exp	Cap Out	T/B Pymnts	Lump Sum	Total
D 0550-02 PERSI Special	4.00	432,100	199,500	0	0	0	631,600
OT D 0550-02 PERSI Special	0.00	15,500	0	17,000	0	0	32,500
Totals:	4.00	447,600	199,500	17,000	0	0	664,100